

A B I L L

To amend the Foreign Service Act of 1946, as amended, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

That the following new heading and section be added immediately following section 1112 of title XI of the Foreign Service Act of 1946, as amended:

"RETIREMENT INCENTIVE

"SEC. 1113. (a) Any participant who retires voluntarily under section 636 prior to April 1, 1969 shall have his creditable service increased by the period of time between the date of his separation from the Service and June 30, 1970: Provided, That his total service credit does not exceed 40 years: and Provided further, That the projected service does not extend past the date of his mandatory retirement pursuant to section 631 or 632 or the date he would complete the maximum period during which he would be permitted to remain in the Service under regulations prescribed pursuant to section 633. High-five average salary shall be computed for such a participant as if he performed service at his final salary rate during the period of projected service.

"(b) Amounts equivalent to retirement deductions of 6½ percent of the final salary rate of each former participant who retired and received a benefit under subsection (a) hereof shall be deducted from the annuity of each such former participant. Such deductions shall be made from annuities accruing to the former participant during the period of the projected service credited under subsection (a). All such deductions shall be matched by contributions to the Foreign Service Retirement and Disability Fund from the appropriation used to pay the former participant's final salary. Such matching contributions shall be paid on the first of each month in the same manner as matching contributions paid in accordance with section 811."